

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0924-01
Bill No.: HB 295
Subject: Transportation; Roads and Highways
Type: Original
Date: February 13, 2015

Bill Summary: This proposal raises the maximum speed limit on rural interstates and
freeways of the state from 70 to 75 miles per hour.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Road Fund	(\$61,500)	\$0	\$0
Total Estimated Net Effect on <u>Other</u> State Funds	(\$61,500)	\$0	\$0

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 5 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Total Estimated Net Effect on FTE	0	0	0

☒ Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$100,000 in any of the three fiscal years after implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Local Government	(Unknown)	(Unknown)	(Unknown)

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Revenue**, the **Department of Public Safety - Missouri Highway Patrol**, the **Office of the State Courts Administrator**, the **Office of the State Public Defender** the **Office of Prosecution Services**, the **City of Columbia** and the **City of Kansas City** assume the proposal will have no fiscal impact on their respective organizations.

Officials from the **Department of Transportation** assume this proposal, which raises the statutory speed limit on rural interstate highways in Missouri, will require manufacture and installation of approximately 600 new speed limit signs at a cost of \$451,500. MoDOT would be required to maintain these signs indefinitely.

Sign Cost - \$61,500
 Installation - \$390,000
 Total - \$451,500

Oversight assumes there will be a slight decrease in the amount of speeding ticket violations issued with the speed limit increase. Therefore, Oversight will show a negative unknown fiscal impact to local political subdivisions.

Oversight will show the cost estimate provided by the Department of Transportation in FY 2016 only. Oversight assumes MoDOT is provided with core funding to handle a certain amount of activity each year. Oversight assumes MoDOT has personnel already in place to replace the existing signs and provide maintenance on the 600 new signs, therefore Oversight will only show the cost of the new signs.

Oversight assumes if need be, MoDOT can cover the existing sign with large stickers until resources become available to replace the existing sign with the new sign permanently.

<u>FISCAL IMPACT - State Government</u>	FY 2016 (10 Mo.)	FY 2017	FY 2018
ROAD FUND			
<u>Cost - MoDOT</u>	<u>(\$61,500)</u>	<u>\$0</u>	<u>\$0</u>
Manufacture and installation of signs			
ESTIMATE NET EFFECT TO THE ROAD FUND	<u>(\$61,500)</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2016 (10 Mo.)	FY 2017	FY 2018
LOCAL POLITICAL SUBDIVISIONS			
<u>Reduction in Fines</u> - Local School Districts	(Unknown)	(Unknown)	(Unknown)
<u>Reduction in Fines</u> - Cities / Counties	(Unknown)	(Unknown)	(Unknown)
ESTIMATED NET EFFECT TO LOCAL POLITICAL SUBDIVISIONS	<u>(Unknown)</u>	<u>(Unknown)</u>	<u>(Unknown)</u>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

FISCAL DESCRIPTION

This proposal raises the maximum speed on rural interstates and freeways from 70 miles per hour to 75 miles per hour.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Transportation
Department of Revenue
Department of Public Safety
Office of the State Courts Administrator
Office of the State Public Defender
Office of Prosecution Services

A handwritten signature in black ink that reads "Mickey Wilson". The signature is written in a cursive, flowing style.

Mickey Wilson, CPA
Director
February 12, 2015

Ross Strobe
Assistant Director
February 12, 2015